

AK

8 January 1979

TO: All RM Hands
FROM: PGO
SUBJECT: The DCI and His Annual Report

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The Director has thought seriously and personally about how he views 1978 in intelligence and what kind of Annual Report he wants.

First, he has taken the trouble to convey his own feel for what stood out about the year, speaking-freely-to-dictaphone, which transcribes into a 19-page draft. This is free flow and unedited, and as soon as I have done a bit of editing, I will share it with you and others for vetting. That set of thoughts is not terribly different from what stood out about the year to you and me, but is an interesting and useful insight into what is on the Director's own mind, and will replace most of Part I of present and previous drafts, but not all.

In reviewing Part I of the draft I circulated to you on Friday, would you therefore please ignore all but the Security and Counterintelligence section, p. 48 and ff.; which will, moreover, be severely edited down along lines the DCI has indicated; FOIA relief, pp. 60-1; CIA Inspector General activities, pp. 62-64; and Covert Action, pp. 65-68.

In Part II, please focus on the first four issues; technical collection mix, quality of analysis, security & counterintelligence, and Community ADP, ignoring national/tactical interface. These will also need editing down.

Subjects specifically requested by Congress (INR's work, for example) that don't fit into the DCI's revised approach, we will attach as annexes to Congressional copies.

I will phone my Annual Report points of contact in IC components and NFIB principals' aides to try to minimize the IC dismay that will tend to bubble over this late change of signals.

Thanks for your help,

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